

UNITED STATES DEPARTMENT OF JUSTICE
OFFICE OF THE UNITED STATES TRUSTEE
SOUTHERN DISTRICT OF CALIFORNIA

In Re:

LIGNUS, INC.

Debtor(s).

CHAPTER 11 (BUSINESS)

CASE NO. 17-05475-CL11
OPERATING REPORT NO. 4
FOR THE MONTH ENDING:
DECEMBER 31, 2017

I. CASH RECEIPTS AND DISBURSEMENTS
A. (GENERAL ACCOUNT*)

- | | |
|--|------------------------|
| 1. TOTAL RECEIPTS PER ALL PRIOR GENERAL ACCOUNT REPORTS | \$ <u>1,224,103.03</u> |
| 2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR GENERAL ACCOUNT REPORTS | \$ <u>1,185,484.55</u> |
| 3. BEGINNING BALANCE: | \$ <u>38,618.48</u> |
| 4. RECEIPTS DURING CURRENT PERIOD: | |
| ACCOUNTS RECEIVABLE - PRE-FILING | \$ <u>355,918.78</u> |
| ACCOUNTS RECEIVABLE - POST-FILING | \$ <u>144,317.34</u> |
| GENERAL SALES | \$ _____ |
| OTHER (SPECIFY) _____ | \$ _____ |
| OTHER ** (SPECIFY) _____ | \$ _____ |
| TOTAL RECEIPTS THIS PERIOD: \$ <u>500,236.12</u> | |
| 5. BALANCE: | \$ <u>538,854.60</u> |
| 6. LESS: TOTAL DISBURSEMENTS DURING CURRENT PERIOD | |
| TRANSFERS TO OTHER DIP ACCOUNTS | \$ _____ |
| DISBURSEMENTS | \$ <u>528,389.33</u> |
| TOTAL DISBURSEMENTS THIS PERIOD ***: | \$ <u>528,389.33</u> |
| 7. ENDING BALANCE: | \$ <u>10,465.27</u> |
| 8. GENERAL ACCOUNT NUMBER <u>xxxxxxxxxxx9807</u> | |

DEPOSITORY NAME AND LOCATION California Bank & Trust444 3rd Ave, Chula Vista, CA 91910* All receipts must be deposited into the general account.

** Include receipts from the sale of any real or personal property out of the ordinary course of business; attach an exhibit specifying what was sold, to whom, terms, and date of Court Order or Report of Sale.

***This amount should be the same as the total from page 2.

TOTAL DISBURSEMENTS FROM GENERAL ACCOUNT FOR CURRENT PERIOD				
DATE	CHECK NUMBER	PAYEE	PURPOSE	AMOUNT
12/1/2017	WIRE	Quart International	Invoice Payment	\$ 28,200.00
12/1/2017	WIRE	Big Lots	Office Expenses	\$ 21.55
12/1/2017	WIRE	Oasis Outsourcing	Payroll	\$ 6,359.01
12/4/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/4/2017	WIRE	JC Logistics International	Invoice Payment	\$ 3,022.40
12/6/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/6/2017	WIRE	Sandag	Invoice Payment	\$ 160.00
12/06/017	WIRE	Liberty Mutual	Invoice Payment	\$ 213.42
12/7/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
12/7/2017	WIRE	Kuehne Nagel Services	Invoice Payment	\$ 8,622.30
12/7/2017	WIRE	Quart International	Invoice Payment	\$ 82,757.38
12/7/2017	WIRE	All State Insurance	Invoice Payment	\$ 2,874.80
12/8/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/8/2017	WIRE	Oasis Outsourcing	Payroll	\$ 6,228.91
12/11/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
12/14/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
12/14/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/14/2017	WIRE	Kuehne Nagel Services	Invoice Payment	\$ 8,569.57
12/14/2017	WIRE	Quart International	Invoice Payment	\$ 66,053.26
12/14/2017	WIRE	T-Mobile	Invoice Payment	\$ 871.79
12/15/2017	WIRE	Natural Trade	Invoice Payment	\$ 13,141.50
12/15/2017	WIRE	Oasis Outsourcing	Payroll	\$ 6,359.01
12/18/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/18/2017	WIRE	Kuehne Nagel Services	Invoice Payment	\$ 15,147.45
12/19/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
12/19/2017	WIRE	Natural Trade	Invoice Payment	\$ 21,728.00
12/20/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 15.00
12/20/2017	WIRE	Target	Office Expenses	\$ 16.32
12/21/2017	WIRE	CA Bank & Trust	Bank Fee	\$ 14.00
12/21/2017	WIRE	Quart International	Invoice Payment	\$ 70,000.00

12/21/2017	WIRE	Kuehne Nagel Services	Invoice Payment	\$	17,097.00
12/21/2017	WIRE	Sandag	Invoice Payment	\$	160.00
12/21/2017	WIRE	CA Bank & Trust	Bank Fee	\$	230.00
12/22/2017	WIRE	CA Bank & Trust	Bank Fee	\$	14.00
12/22/2017	WIRE	CA Bank & Trust	Bank Fee	\$	15.00
12/22/2017	WIRE	Natural Trade	Invoice Payment	\$	11,182.08
12/22/2017	WIRE	Oasis Outsourcing	Payroll	\$	6,570.64
12/26/2017	WIRE	Cascade Hardwood	Invoice Payment	\$	14,014.00
12/28/2017	WIRE	CA Bank & Trust	Bank Fee	\$	14.00
12/28/2017	WIRE	Kuehne Nagel Services	Invoice Payment	\$	14,974.22
12/28/2017	WIRE	Aeromexico	Travel Expenses	\$	1,873.99
12/28/2017	WIRE	CA Bank & Trust	Bank Fee	\$	56.22
12/29/2017	WIRE	Oasis Outsourcing	Payroll	\$	6,228.91
12/4/2017	1063	Pedro Duran	Sales Commission	\$	1,500.00
12/4/2017	1064	Parr Lumber Company	Invoice Payment	\$	12,102.34
12/20/2017	1065	Ferrer Brokers	Invoice Payment	\$	767.00
12/11/2017	1066	Coronado Storage	Invoice Payment	\$	285.00
12/7/2017	1067	Parr Lumber Company	Invoice Payment	\$	18,995.76
12/8/2017	1068	Parr Lumber Company	Invoice Payment	\$	10,500.55
12/11/2017	1069	Parr Lumber Company	Invoice Payment	\$	10,143.65
12/13/2017	1070	Parr Lumber Company	Invoice Payment	\$	10,179.68
12/13/2017	1071	Parr Lumber Company	Invoice Payment	\$	11,481.60
12/15/2017	1072	Cesar Ramos	Christmas Bonus	\$	474.78
12/15/2017	1073	Maria Jose Hagenah	Christmas Bonus	\$	500.00
12/18/2017	1074	Parr Lumber Company	Invoice Payment	\$	11,481.60
12/19/2017	1075	Pedro Duran	Sales Commission	\$	1,500.00
12/28/2017	1076	Toyota Financial	Stipulated Payment	\$	9,832.29
12/28/2017	1077	Toyota Financial	Stipulated Payment	\$	3,000.79
12/29/2017	1078	Parr Lumber Company	Invoice Payment	\$	12,707.56
TOTAL DISBURSEMENTS THIS PERIOD				\$	528,389.33

I. CASH RECEIPTS AND DISBURSEMENTS (Continued)B. (PAYROLL ACCOUNT)

1. TOTAL RECEIPTS PER ALL PRIOR PAYROLL ACCOUNT REPORTS \$ N/A
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR PAYROLL
ACCOUNT REPORTS \$ _____
3. BEGINNING BALANCE \$ _____
4. RECEIPTS:
TRANSFERRED FROM GENERAL ACCOUNT \$ _____
5. BALANCE \$ _____
6. LESS: DISBURSEMENTS DURING CURRENT PERIOD

<u>DATE</u>	<u>CHECK NO.</u>	<u>PAYEE</u>	<u>AMOUNT</u>
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TOTAL DISBURSEMENTS THIS PERIOD: \$ _____

7. ENDING BALANCE: \$ _____

8. PAYROLL ACCOUNT NUMBER _____

DEPOSITORY NAME AND LOCATION _____

PAYROLL ACCOUNT
BANK RECONCILIATION*

Balance per bank statement dated: _____

\$ N/A

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
_____	\$ _____
_____	_____
_____	_____

Total deposits in transit

Less outstanding checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
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_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____
_____	_____	_____

Total outstanding checks

< _____ >

Bank statement adjustments**

Adjusted bank balance

\$ _____

* It is acceptable to attach lists of deposits in transit and outstanding checks to this form or to replace this form with a similar form.

** Please attach a detailed explanation of any bank statement adjustment.

I. CASH RECEIPTS AND DISBURSEMENTS (Continued)B. (TAX ACCOUNT)

1. TOTAL RECEIPTS PER ALL PRIOR TAX ACCOUNT REPORTS \$ N/A
2. LESS: TOTAL DISBURSEMENTS PER ALL PRIOR TAX ACCOUNT REPORTS \$ _____
3. BEGINNING BALANCE \$ _____
4. RECEIPTS:
TRANSFERRED FROM GENERAL ACCOUNT \$ _____
5. BALANCE \$ _____
6. LESS: DISBURSEMENTS DURING CURRENT PERIOD

<u>DATE</u>	<u>CHECK NO.</u>	<u>PAYEE</u>	<u>AMOUNT</u>
-------------	------------------	--------------	---------------

TOTAL DISBURSEMENTS THIS PERIOD: \$ _____

7. ENDING BALANCE: \$ _____

8. TAX ACCOUNT NUMBER _____

DEPOSITORY NAME AND LOCATION _____

D. SUMMARY SCHEDULE OF CASH

ENDING BALANCE FOR PERIOD:

GENERAL ACCOUNT	\$ _____
PAYROLL ACCOUNT	\$ _____
TAX ACCOUNT	\$ _____
OTHER ACCOUNTS*: _____	\$ _____
OTHER MONIES*: _____	\$ _____
PETTY CASH**	\$ _____

TOTAL CASH AVAILABLE \$ _____

* Specify the fund and the type of holding (i.e., CD, Savings Account, Investment securities, etc.), and the depository name, location, and account number.

** Attach exhibit itemizing all petty cash transactions.

NOTE: Attach copies of monthly accounts statements from financial institutions for each account.

Debtor-in-Possession Monthly Operating Report (Business) - Page 7 of 16

TAX ACCOUNT BANK
RECONCILIATION*

Balance per bank statement dated: _____ \$ N/A _____

Plus deposits in transit (a):

<u>Deposit Date</u>	<u>Deposit Amount</u>
_____	\$ _____
_____	_____
_____	_____

Total deposits in transit _____

Less outstanding checks (a):

<u>Check Number</u>	<u>Check Date</u>	<u>Check Amount</u>
_____	_____	_____
_____	_____	_____
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_____	_____	_____
_____	_____	_____
_____	_____	_____

Total outstanding checks < _____ >

Bank statement adjustments** _____

Adjusted bank balance \$ _____

* It is acceptable to attach lists of deposits in transit and outstanding checks to this form or to replace this form with a similar form.

** Please attach a detailed explanation of any bank statement adjustment.

**II. STATUS OF PAYMENTS TO SECURED CREDITORS, LESSORS,
AND OTHER PARTIES TO EXECUTORY CONTRACTS**

CREDITOR, LESSOR, ETC.	FREQUENCY OF PAYMENTS (Mo./Qtr.)	AMOUNT OF PAYMENT	POST-PETITION PAYMENTS NOT MADE (NUMBER)	TOTAL DUE
Chase/Land Rover*	Monthly	\$1,231.43	0	0
Ally*	Monthly	\$873.51	0	0
TOTAL DUE				0

* Payments are being made by third party.

III. TAX LIABILITIES

FOR THE REPORTING PERIOD:

GROSS SALES SUBJECT TO SALES TAX

\$ 0

TOTAL WAGES PAID

\$ (see note below)

	TOTAL POST-PETITION AMOUNTS OWING	AMOUNT DELINQUENT	DATE DELINQUENT AMOUNT DUE
FEDERAL WITHHOLDING	\$	\$	
STATE WITHHOLDING	\$	\$	
FICA - EMPLOYER'S SHARE	\$	\$	
FICA - EMPLOYEE'S SHARE	\$	\$	
FEDERAL UNEMPLOYMENT	\$	\$	
STATE WITHHOLDING	\$	\$	
SALES AND USE	\$	\$	
REAL PROPERTY	\$	\$	
OTHER: (SPECIFY)	\$	\$	
TOTAL:	\$	\$	

NOTE: All payroll and taxes are paid by Oasis Outsourcing, Inc. ("Oasis"), a Professional Employer Organization, which bills the Debtor for the gross liability paid by Oasis. The Debtor is current on its obligations to Oasis.

IV. AGING OF ACCOUNTS PAYABLE AND ACCOUNTS RECEIVABLE

	ACCOUNTS PAYABLE* (POST-PETITION ONLY)	ACCOUNTS RECEIVABLE	
		Pre-Petition	Post-Petition
30 days or less	\$ 308,872.33	\$ 2,598.16	\$ 1,032,592.35
31 - 60 days	\$ (200.36)		\$ 499,253.67
61 - 90 days	\$ (288.21)		\$ 463,542.21
91 - 120 days	\$ (2,719.13)	\$ 57,538.06	\$ (17.14)
Over 120 days		\$ 97,041.00	
TOTALS:	\$ 305,664.63	\$ 157,177.22	\$ 1,995,371.09

V. INSURANCE COVERAGE

	NAME OF CARRIER	AMOUNT OF COVERAGE	POLICY EXPIRATION DATE	PREMIUM PAID THROUGH:
General Liability	United Fire Group	\$1,000,000.00	7/21/2018	Current
Worker Compensation	Zurich	\$1,000,000.00	6/01/2018	Current
Casualty				
Vehicle	Allstate	\$1,000,000.00	12/04/2018	Current

VI. UNITED STATES TRUSTEE QUARTERLY FEES
(TOTAL PAYMENTS)

Qtrly Period Ending	Total Disbursements	Qtrly Fees	Date Paid	Amount Paid	Qtrly Fee Still Owing
9/30/2017	\$368,452.60	\$4,875.00	10/17/17 11/15/17	\$325.00 \$4,550.00	0
12/31/17	\$817,031.95	\$4,875.00	1/15/18	\$6,500.00	0

* Post-Petition Accounts Payable should not include professionals' fees and expenses which have been incurred but not yet awarded by the Court. Post-Petition Accounts Payable should include professionals' fees and expenses authorized by Court Order but which remain unpaid as of the close of the period of the report.

VII. SCHEDULE OF COMPENSATION PAID TO INSIDERS

Name of Insider	Date of Order Authorizing Compensation	Authorized Gross Compensation*	Gross Compensation Paid During the Month
Carmen Hernandez	Interim 9/11/17 Final 10/6/2017	\$1,800.00 /week	\$7,200.00
Jose Gaitan	Interim 9/11/17 Final 10/6/2017	\$1,800.00/week	\$7,200.00
Jose Carlos Gaitan	Interim 9/11/17 Final 10/6/2017	\$634.48/week	\$2,537.92

* Please indicate how compensation was identified in the order (e.g., \$1,000/wk, \$2,500/mo)

**Indicates payments made for the entire month of September, including pre-petition payment.

VIII. SCHEDULE OF OTHER AMOUNTS PAID TO INSIDERS

Name of Insider	Date of Order Authorizing Payment	Description	Amount Paid During the Month
Carmen Elisa Hernandez*		Reimbursement - Toll Road Invoice	\$800.00*

* Reimbursement of corporate expense paid with personal credit card. This is not believed to fall within the scope of Local Bankruptcy Rule 4002-2 since it is not compensation or remuneration.

LIGNUS, INC.
Profit & Loss Statement
December 2017

Account Name	System Currency
Revenues	\$ 744,964.06
4100000000000000 - Sales Revenue	\$ 744,964.06
4200000000000000 - Sales Discounts & Rebates	
4300000000000000 - Other Revenue	
Total Revenues	\$ 744,964.06
Cost of Sales	\$ (693,234.03)
5100000000000000 - Cost of Sales	\$ (693,470.67)
5200000000000000 - Cost of Sales Inventory Variances	\$ (200.00)
5300000000000000 - Cost of Sales - Landed Costs	\$ 200.00
5400000000000000 - Cost of Sales - Resources Costs & Variances	
5500000000000000 - Cost of Sales - Cash Discount	\$ 236.64
Total Cost of Sales	\$ (693,234.03)
Gross Profit	\$ 51,730.03
Expenses	\$ (43,786.76)
6100000000000000 - Office & Administrative Expenses	\$ (8,973.04)
6200000000000000 - Legal & Professional Expenses	\$ (3,119.85)
6300000000000000 - Travel Expenses	
6400000000000000 - Payroll Expenses	\$ (27,656.64)
6500000000000000 - Tax Expenses	\$ (1,835.71)
6600000000000000 - Sales Write Offs and Bad Debt Expense	
6700000000000000 - Depreciation & Amortization Expenses	
6800000000000000 - Other Expenses	
6900000000000000 - Operational fees	\$ (2,201.52)
Total Expenses	\$ (43,786.76)
Operating Profit	\$ 7,943.27
Financing	

7100000000000000 - Currency Exchange

Total Financing

Profit After Financing Expenses
Other Revenues and Expenses

\$7,943.27

8100000000000000 - Other Revenue & Expenses

Total Other Revenues and Expenses

Profit Period

\$7,943.27
=====

LIGNUS, INC.
BALANCE SHEET
As of december 31, 2017

Account Name	Balance	Relative Percentage
Assets	\$ 2,427,117.43	100.00%
1100000000000000 - Bank & Cash	\$ 16,675.42	0.69%
1200000000000000 - Accounts Receivables	\$ 2,152,548.31	88.69%
1300000000000000 - Inventories	\$ 117,078.53	4.82%
1500000000000000 - Fixed Assets	\$ 127,450.99	5.25%
1600000000000000 - Accumulated Depreciation	\$ (7,808.57)	-0.32%
1700000000000000 - Other Current Assets	\$ 7,672.75	0.32%
1800000000000000 - Other asset	\$ 13,500.00	0.56%
Total Assets	\$ 2,427,117.43	100.00%
	\$ 2,427,117.43	100.00%
	=====	=====
Liabilities	\$ 2,645,650.84	100.00%
2100000000000000 - Accounts Payable	\$ 2,541,266.21	96.05%
2200000000000000 - Sales & Use Tax Liabilities	\$ 2,335.89	0.09%
2300000000000000 - Payroll Liabilities	\$ 800.00	0.03%
2400000000000000 - Other Current Liabilities	\$ 101,248.74	3.83%
Total Liabilities	\$ 2,645,650.84	100.00%
Equity	\$ (218,533.41)	100.00%
3100000000000000 - Capital	\$ (16,465.01)	7.53%
3200000000000000 - Retained Earnings	\$ 103,047.35	-47.15%
Profit Period	\$ (305,115.75)	139.62%
Total Equity	\$ (218,533.41)	100.00%
	\$ 2,427,117.43	100.00%
	=====	=====

XI. QUESTIONNAIRE

1. Has the debtor-in-possession made any payments on its pre-petition unsecured debt, except as have been authorized by the court?

X No.

 Yes. Explain _____

2. Has the debtor-in-possession during this reporting period provided compensation or remuneration to any officers, directors, principals, or other insiders without appropriate authorization?

X No.

 Yes. Amount, to whom, and for what period? _____

3. State what progress was made during the reporting period toward filing a plan of reorganization:

The Debtor drafted a Plan of Reorganization and Disclosure Statement during the reporting period,

which were filed on January 5, 2018.

4. Describe potential future developments which may have a significant impact on the case.

5. Attach copies of all Orders granting relief from the automatic stay that were entered during the reporting period.

6. Did you receive any exempt income this month, which is not set forth in the operating report?


X No.

____ Yes. Please set forth the amounts and the source of the income.

I, Jose Gaitan, CFO of Lignus, Inc. (Name and title), declare under penalty of perjury that I have fully read and understood the foregoing debtor-in-possession operating report and that the information contained herein is true and complete to the best of my knowledge.

Date:

01/24/2018



Jose Gaitan, CFO of Lignus, Inc.



P.O. Box 489, Lawndale, CA 90260-0489

Statement of Accounts

Page 1 of 6

This Statement: December 29, 2017

Last Statement: November 30, 2017

Account [REDACTED] 9807

DIRECT INQUIRIES TO:

Customer Service 1 (800) 400-6080

0072404

4364-06-0000-CBT-PG0030-00018

LIGNUS INC
DEBTOR-IN-POSSESSION CASE 17-05475-CL11
531 ALTA RD STE 8
SAN DIEGO CA 92154-5720

Chula Vista
444 Third Avenue
Chula Vista, CA 91910-4603
(619) 409-4000

SUMMARY OF ACCOUNT BALANCE

Account Type	Account Number	Checking/Savings Ending Balance	Outstanding Balances Owed
Business Advantage Checking	[REDACTED] 9807	\$23,298.35	

BUSINESS ADVANTAGE CHECKING 5794059807

105 18

Previous Balance	Deposits/Credits	Charges/Debits	Checks Processed	Ending Balance
38,618.48	500,236.12	412,936.73	102,619.52	23,298.35

19 DEPOSITS/CREDITS

Date	Amount	Description
12/04	500.00	DEPOSIT 5353057559
12/04	7,841.00	DEPOSIT 5353091543
12/04	25,000.00	WIRE//IN-2017120400003906;ORG CARPIMAT DEL NOROESTE S DE RL D 1305101033
12/06	10,000.00	WIRE//IN-2017120600003630;ORG RAFAEL CAMPOS HERRERA;OBI PAGO 1304400988
12/07	95,000.00	WIRE//IN-2017120700004693;ORG CARPIMAT DEL NOROESTE 1304501201
12/08	15,000.00	WIRE//IN-2017120800006663;ORG CARPIMAT DEL NOROESTE S DE RL D 1304301904
12/11	30,000.00	WIRE//IN-2017121100005881;ORG CARPIMAT DEL NOROESTE 1304301616
12/14	57,000.00	WIRE//IN-2017121400007729;ORG CARPIMAT DEL NOROESTE 1304701970
12/14	50,000.00	WIRE//IN-2017121400007860;ORG CARPIMAT DEL NOROESTE S DE RL D 1304702026
12/18	20,000.00	WIRE//IN-2017121800005298;ORG CARPIMAT DEL NOROESTE S DE RL D 1304601563
12/19	504.00	UNITED FIN CAS REFUND POL *****2 REF # 017352004550176 1106904067
12/19	13,000.00	WIRE//IN-2017121900005020;ORG CARPIMAT DEL NOROESTE 1303901414
12/20	20,000.00	WIRE//IN-2017122000008268;ORG CARPIMAT DEL NOROESTE S DE RL D 1304102415
12/21	1,180.14	DEPOSIT 5353081715
12/21	66,000.00	WIRE//IN-2017122100007462;ORG CARPIMAT DEL NOROESTE 1304202222
12/22	14,210.98	DEPOSIT 5353079347
12/22	7,000.00	WIRE//IN-2017122200005066;ORG CARPIMAT DEL NOROESTE 1305301542
12/22	15,000.00	WIRE//IN-2017122200009770;ORG CARPIMAT DEL NOROESTE S DE RL D 1305302931
12/28	53,000.00	WIRE//IN-2017122800008938;ORG CARPIMAT DEL NOROESTE 1304402452

43 CHARGES/DEBITS

Date	Amount	Description
12/01	28,200.00	WIRE/OUT-2017120100009488;BNF QUART INTERNATIONAL COMPANY LI 1304602700
12/01	21.55	0252 P.O.S. PURCHASE BIG LOTS S BIG LOTS ST ESCONDIDO CA 1405917019
12/01	6,359.01	OASISINVBATCH INVOICE H02644439 REF # 017334002764134 1107936698
12/04	15.00	WIRE FEE-INCOMING INT CURR
12/04	3,022.40	WIRE/OUT-2017120400005896;BNF JC LOGISTICS INTERNATIONAL 1305101505
12/06	15.00	WIRE FEE-INCOMING INT CURR
12/06	160.00	2449398AK0D 184KZ9 0252 SANDAG/SR-125 SAN DIEGO CA 1207718716
12/06	213.42	LIBERTY MUTUAL PAYMENT AO*****3994REF # 017339006642464 1107207068
12/07	14.00	WIRE FEE-INCOMING DOMESTIC
12/07	8,622.30	WIRE/OUT-2017120700004890;BNF KUEHNE NAGEL SERVICES 1304501285
12/07	82,757.38	WIRE/OUT-2017120700004929;BNF QUART INTERNATIONAL COMPANY LI 1304501297
12/07	2,874.80	ALLSTATE INS CO PREM PY AB1648802918 REF # 017340007650540 1107310552
12/08	15.00	WIRE FEE-INCOMING INT CURR



An Easy Approach To Balancing Your Account

To reconcile your checkbook balance to your statement balance: Mark off each entry in your check register that has been charged to your account during the statement period. List the checks you have written, but are not yet charged to your account in the "Checks Outstanding" column below. Then, follow the instructions in lines 1 through 10.

CHECKS OUTSTANDING		CHECKBOOK BALANCE	
Check Number	Check Amount	1. LIST your checkbook balance.	
		2. ADD any deposits or other credits listed on the front of this statement which you have not recorded in your checkbook (such as payroll credits or other direct electronic deposits).	
		3. SUBTOTAL:	
		4. SUBTRACT any charges listed on the front of this statement which you have not recorded (such as service charges, automatic transfers, electronic transactions, etc).	
		5. ADJUSTED CHECKBOOK BALANCE:	
		<i>This balance should agree with line 10, below.</i>	
		STATEMENT BALANCE	
		6. LIST your current statement balance as shown on the front of this statement.	
		7. ADD deposits made, but not shown on this statement.	
		8. SUBTOTAL:	
		9. SUBTRACT total from "Checks Outstanding."	
		10. ADJUSTED STATEMENT BALANCE:	
		<i>This balance should agree with line 5, above.</i>	
TOTAL:			

Transfer to Line 9.

PROMPTLY EXAMINE YOUR STATEMENT AND REPORT ANY PROBLEM

You must promptly examine your account statements and report any discoverable errors, unauthorized signatures, alterations, missing endorsements, or unauthorized transfers. Failure to do so may result in your loss of certain rights or remedies. For example, you must identify the discoverable alteration or forgery of a check within 30 days of us sending you, or making available to you, the statement reflecting that check, and you must also immediately report to us what you find. Businesses should check their account transactions daily, for which various online services are available. For additional information, please see your deposit account agreement and application service agreement(s) for details. See also the consumer disclosures below.

CONSUMER ACCOUNTS: IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR ELECTRONIC TRANSFERS OR MONEY RESERVE TRANSACTIONS

If you think your statement is wrong, or if you need more information about a transfer on this statement or on a receipt, please telephone or write us. Please use the telephone number or address listed on the front of this statement to contact us as you can. **We must hear from you no later than 60 days after we sent or made available the FIRST statement on which the problem or error appeared. The provisions in this paragraph do not apply to business or other non-personal accounts. The owners of those accounts must settle all unauthorized transactions or errors within 24 hours of receipt of the item posting in order to be returned.**

1. Tell us your name and account number.
2. Describe the error or transfer you are unsure about, and explain as clearly as you can why you believe there is an error or why you need more information.
3. Tell us the dollar amount of the suspected error.

We will investigate your complaint and correct any error promptly. If we take more than 10 business days to do this, we will recredit your account for the amount you think is in error, so that you will have use of the money during the time it takes us to complete our investigation.

FOR MONEY RESERVE ACCOUNTS:**IN CASE OF ERRORS OR QUESTIONS ABOUT YOUR PERSONAL CREDIT LINE
(This is a Summary of Your Billing Rights).**

If you think your statement is wrong, or you need more information about a transaction on your statement, write us at the address on the front of this statement as soon as possible. **We must hear from you no later than 60 days after we sent you the first statement on which the error or problem appeared.**

You can telephone us but doing so will not preserve your rights. In your letter, give us the following information.

1. Your name and account number.
2. The dollar amount of the suspected error.
3. Describe the error and explain, if you can, why you believe there is an error. If you need more information, describe the item you are unsure about.

You do not have to pay any amount in question while we are investigating, but you are still obligated to pay the parts of your bill that are not in question. The charge in question may remain on your statement, and we may continue to charge you interest on that amount. But, if we determine that we made a mistake, you will not have to pay the amount in question or any interest or other fees related to that amount. While we investigate your question, we cannot report you as delinquent or take any action to collect the amount you question. You must notify us in writing. You can telephone us, but doing so will not preserve your rights. Contact us at California Bank & Trust, PO Box 25787, Salt Lake City, UT 84125-0787.

Balance Subject to Interest Rate: We use the method called "average daily balance", (including current transactions) to calculate the daily balance. If you have any further questions about the method and how resulting interest charges are determined, please feel free to contact us at 1-800-400-6080.

We may report information about your Money Reserve account to credit bureaus. Late payments, missed payments, or other defaults on your account may be reflected in your credit report.

Please notify us if we report any inaccurate information about your account(s) to a credit bureau. Your written notice describing the specific inaccuracy should be sent to us at the following address: California Bank & Trust, PO Box 25787, Salt Lake City, UT 84125-0787.

Thank you for banking with California Bank & Trust.

Become an Online Banking Customer for 24-hour account access.

• Review account balances • Review posted transactions • Pay bills • Transfer funds
Sign up today at www.calbanktrust.com or call 888-217-1265.



P.O. Box 489, Lawndale, CA 90260-0489

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December 29, 2017
LIGNUS INC
9807

Continued ...

Date	Amount	Description
12/08	6,228.91	OASISINVBATCH INVOICE H02648464 REF # 017341008463255 1107309713
12/11	14.00	WIRE FEE-INCOMING DOMESTIC
12/14	14.00	WIRE FEE-INCOMING DOMESTIC
12/14	15.00	WIRE FEE-INCOMING INT CURR
12/14	8,569.57	WIRE/OUT-2017121400007805;BNF KUEHNE NAGEL SERVICES 1304702014
12/14	66,053.26	WIRE/OUT-2017121400007935;BNF QUART INTERNATIONAL COMPANY LI 1304702036
12/14	871.79	T-MOBILE.COM PCS SVC REF # 017348002455219 1107931381
12/15	13,141.50	WIRE/OUT-2017121500006654;BNF NATURAL TRADE LTD 1304703405
12/15	6,359.01	OASISINVBATCH INVOICE H02654004 REF # 017348002757917 1108113190
12/18	15.00	WIRE FEE-INCOMING INT CURR
12/18	15,147.45	WIRE/OUT-2017121800005440;BNF KUEHNE NAGEL SERVICES 1304601611
12/19	14.00	WIRE FEE-INCOMING DOMESTIC
12/19	21,728.00	WIRE/OUT-2017121900005086;BNF NATURAL TRADE LTD 1303901426
12/20	15.00	WIRE FEE-INCOMING INT CURR
12/20	16.32	0252 P.O.S. PURCHASE TARGET T-0 TARGET T-02 Chula Vist CA 1405516594
12/21	14.00	WIRE FEE-INCOMING DOMESTIC
12/21	70,000.00	WIRE/OUT-2017122100007884;BNF QUART INTERNATIONAL COMPANY LI 1304202360
12/21	17,097.00	WIRE/OUT-2017122100007894;BNF KUEHNE NAGEL SERVICES 1304202362
12/21	160.00	2449398B20D182G64 0252 SANDAG/SR-125 SAN DIEGO CA 1207219756
12/21	230.00	ANALYSIS SERVICE FEE
12/22	14.00	WIRE FEE-INCOMING DOMESTIC
12/22	15.00	WIRE FEE-INCOMING INT CURR
12/22	11,182.08	WIRE/OUT-2017122200009790;BNF NATURAL TRADE LTD 1305302935
12/22	6,570.64	OASISINVBATCH INVOICE H02657854 REF # 017355007080789 1107109460
12/26	14,014.00	WIRE/OUT-2017122600003420;BNF CASCADE HARDWOOD LLC 1304001115
12/28	14.00	WIRE FEE-INCOMING DOMESTIC
12/28	14,974.22	WIRE/OUT-2017122800008993;BNF KUEHNE NAGEL SERVICES 1304402476
12/28	1,873.99	7491564BA3K45JZ1J 0252 AEROMEXICO LGSZVT NUEVO POR MX MX 1206315904
12/28	56.22	7491564BA3K45JZ1J 0252 FOREIGN TRANS. FEE NUEVO POR MX MX 1206315905
12/29	6,228.91	OASISINVBATCH INVOICE H02662475 REF # 017362000635300 1107518808

14 CHECKS PROCESSED

Number	Date	Amount	Number	Date	Amount	Number	Date	Amount
1063	12/04	1,500.00	1068	12/08	10,500.55	1073	12/15	500.00
1064	12/04	12,102.34	1069	12/11	10,143.65	1074	12/18	11,481.60
1065	12/20	767.00	1070	12/13	10,179.68	1075	12/19	1,500.00
1066	12/11	285.00	1071	12/13	11,481.60	1078*	12/29	12,707.56
1067	12/07	18,995.76	1072	12/15	474.78			

* Not in check sequence

AGGREGATE OVERDRAFT AND RETURNED ITEM FEES

	Total for This Period	Total Year-to-Date
Total Overdraft Fees	\$0.00	\$0.00
Total Returned Item Fees	\$0.00	\$0.00

To learn more about our other products and services that may lower the cost of managing account overdrafts or to discuss removing overdraft coverage from your account, please contact Customer Service or visit your local branch.

DAILY BALANCES

Date	Balance	Date	Balance	Date	Balance
12/01	4,037.92	12/13	8,238.13	12/21	1,737.99
12/04	20,739.18	12/14	39,714.51	12/22	20,167.25
12/06	30,350.76	12/15	19,239.22	12/26	6,153.25
12/07	12,086.52	12/18	12,595.17	12/28	42,234.82
12/08	10,342.06	12/19	2,857.17	12/29	23,298.35
12/11	29,899.41	12/20	22,058.85		